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Attorneys for Defendants  
 J. CRAIG HAMILTON, JR. and JOHN D.  
 FARRALD, individually and as co-trustees of  
 PLEXCO TRUST, and PLEXCO TRUST

**UNITED STATES DISTRICT COURT**  
**NORTHERN DISTRICT OF CALIFORNIA**  
**SAN JOSE DIVISION**

<p>In Re:</p> <p><b>JRL PROPERTIES INTERNATIONAL, INC.</b></p> <p style="text-align: center;">Debtor.</p>	<p>Case No. 04-47072-DML-11</p> <p>Chapter 11          (Pending in the United States Bankruptcy          Court, Northern District of Texas, Fort          Worth Division)</p>
<p><b>MICHAEL R. ALLEN,</b></p> <p style="text-align: center;">Plaintiff,</p> <p style="text-align: center;">v.</p> <p><b>J. CRAIG HAMILTON, JR., Individually and          as Trustee of PLEXCO TRUST, JOHN D.          FARRALD as Trustee of PLEXCO TRUST,          PLEXCO TRUST, a California trust, and          DOES 1-10, Inclusive,</b></p> <p style="text-align: center;">Defendants.</p>	<p>Case No. C07 03382 PVT</p> <p><b>STIPULATION THAT MOTION FOR          REMAND BE GRANTED, THAT          PLAINTIFF IS RELIEVED OF HIS          DEFAULT, AND THAT EACH SIDE          SHALL PAY HIS OR ITS OWN          ATTORNEYS' FEES AND COSTS</b></p>

The parties hereby stipulate that

1. Plaintiff's Motion for Remand shall be granted. The case shall be remanded to the Superior Court of California for the County of Monterey.

1           2.     The Clerk's Entry of Default: shall be vacated. Since the case is remanded to the  
2     Monterey County Superior Court and there is no counterclaim procedure in the California State  
3     Court, defendants shall be granted leave to file a cross-complaint.

4           3.     No fees or costs are awarded to either side. Each party shall pay his or its own  
5     attorneys' fees and costs.

6           4.     Defendants shall have 60 days, from the date of remand, to file a responsive  
7     pleading and cross-complaint in Monterey County Superior Court. Applicable statutes of  
8     limitation, if any, are tolled during such 60 days.

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10    Dated: August 28, 2007

PERKINS COIE LLP

11  
12    By: Lisa D. Olie  
      Lisa D. Olie

13    Attorneys for Defendants  
14    J. CRAIG HAMILTON, JR. and JOHN D.  
15    FARRALD, individually and as co-trustees  
16    of PLEXCO TRUST, and PLEXCO  
17    TRUST

18  
19    Dated: August 29, 2007

GERSTL & HUDSON

20    By: Art Hudson  
      Art Hudson

21    Attorneys for Plaintiff  
22    MICHAEL R. ALLEN